GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:560
ANSWERED ON:23.02.2001
REDUCTION IN CRR AND SLR
M.V.V.S MURTHI;SHIVAJI MANE

Will the Minister of FINANCE be pleased to state:

(a) whether the Government propose to amend the RBI Act to reduce the minimum Cash Reserve Ratio (CRR) and the Statutory Liquidity Ratio (SLR);

(b) if so, the details thereof alongwith the reasons therefore; and

(c) the time by which a final decision is likely to be taken in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a), (b) & (c) : The Reserve Bank of India has submitted proposal for amendment to Reserve Bank of India Act, 1934 and Banking Regulation Act, 1949 which, inter-alia, include amendment to provisions relating to the minimum Cash Reserve Ratio (CRR) and the Statutory Liquidity Ratio (SLR). The matter is under examination.